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State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

August 3, 1998

Patricia E. Holden P.O. Box 11 Vernon, Utah 84080

Re: Exploration Activities, Blue Beauty Mining Claims, Tooele County, Utah

Dear Mrs. Holden:

We are returning the \$350.00 check written by Marjorie Black for your Blue Beauty Mining Claim Group. As we discussed on the telephone today, the Division does not require a permit fee for "mining claims." The fees are only required for new and existing mining or exploration notices. A fee is required for the initial submission and then an annual fee is required thereafter. I hope our conversation cleared up any misunderstanding you had regarding these fees.

You stated you had an active small exploration project (less than one acre) on a portion of your 17 Blue Beauty mining claims. We do not have a notice of intention to commence exploration activities on file for this project. You stated these claims were on US Forest Service and Bureau of Land Management lands. I did not inquire as to which land your exploration was being conducted on, so I could not contact the appropriate agency to get a copy of your notice. Please complete the enclosed Notice of Intention to Commence Exploration Activities form (MR-EXP) and forward it to our office, with the \$100.00 initial submission for an exploration notice. You may send us a copy of the notice you submitted to the BLM and/or USFS instead of using our notice form if this is more convenient for you.

Thank you for your cooperation in permitting your exploration project with the state of Utah. We also want to commend you for securing the abandoned shafts, portals, etc. which are located on your property. You are doing a great and wonderful service to your family and others by accomplishing this. You may be eligible for an Earth Day Award which is awarded by our Board of Oil, Gas and Mining in April each year.

Please do not hesitate to contact me or the staff of the Minerals Regulatory Program if we can be of assistance to you in the future. We await your notice for your Blue Beauty exploration project.

Sincerely,

Joelle Burns

Minerals Secretary